Message Text

CONFIDENTIAL

PAGE 01 KHARTO 02531 290924Z ACTION NEA-07

INFO OCT-01 SS-14 ISO-00 AF-04 EB-04 NSC-05 NSCE-00 INR-05 CIAE-00 SP-02 IO-06 TRSE-00 OMB-01 L-01 H-01 /051 W

-----130874 291057Z /15

R 290838Z JUL 77 FM AMEMBASSY KHARTOUM TO SECSTATE WASHDC 4978 INFO AMEMBASSY ABU DHABI AMEMBASSY CAIRO AMEMBASSY KUWAIT AMEMBASSY JIDDA

CONFIDENTIAL KHARTOUM 2531

LIMDIS

E.O. 11652: GDS

TAGS: ETRD, SU, KU

SUBJECT: ARAB BOYCOTT: KUWAIT FUND DROPS BOYCOTT OBJECTIONS ON SUDANESE PROJECT

REF: KHARTOUM 2117

1. REFTEL REPORTED THAT KUWAIT FUND, AS CO-FINANCOR OF TRACTOR PROCUREMENT FOR RAHAD AGRICULTURAL PROJECT, HAD REFUSED TO APPROVE FORD AS TRACTOR SUPPLIER BECAUSE IT WAS BOYCOTTED. EMBASSY IS PLEASED TO REPORT THAT FORD HAS NOW RECEIVED FIRM ORDER TO SUPPLY EIGHT HIGH HORSEPOWER TRACTORS UNDER THIS TENDER WITH FINANCING FROM KUWAIT FUND. FORD TRACTOR'S LOCAL AGENT INDICATED THAT AFTER RECEIVING TELEX FROM KUWAIT FUND OBJECTING TO FORD FOR BOYCOTT REASONS, RAHAD OFFICIALS CONTACTED SENIOR KUWAITI OFFICIALS WHO DISMISSED IMPORTANCE OF BOYCOTT. IN FACT, KUWAIT FUND IS PRESSING FOR ACCEPTANCE OF FORD AS SUPPLIER ON SECOND RAHAD TENDER FOR 200 TRACTORS BECAUSE FORD IS LOW BIDDER BY SIGNIFICANT MARGIN.

CONFIDENTIAL

PAGE 02 KHARTO 02531 290924Z

2. THIS IS FIRST EXAMPLE OF WHICH WE ARE AWARE WHERE EITHER KUWAITI OR SAUDI FINANCIAL INSTITUTIONS HAVE CHOSEN TO IGNORE THEIR OWN DOMESTIC BOYCOTT REGULATIONS VIS-A-VIS A THIRD COUNTRY. IF KUWAIT FUND ACTION BECOMES PRECEDENT, WE BELIEVE THAT ARAB BOYCOTT WILL NOT BE FACTOR IN US TRADE WITH SUDAN. BERGUS

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: Z

Capture Date: 01-Jan-1994 12:00:00 am

Channel Indicators: n/a

Current Classification: UNCLASSIFIED Concepts: BOYCOTTS, TRACTORS, CONTRACTS

Control Number: n/a

Copy: SINGLE Sent Date: 29-Jul-1977 12:00:00 am Decaption Date: 22 May 2009
Decaption Note: 25 YEAR REVIEW Disposition Action: RELEASED Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW

Disposition Date: 22 May 2009 Disposition Event: Disposition Event:
Disposition Reason:
Disposition Remarks:
Document Number: 1977KHARTO02531
Document Source: CORE

Document Unique ID: 00

Drafter: n/a Enclosure: n/a Executive Order: GS

Errors: N/A **Expiration:**

Film Number: D770272-0460

Format: TEL From: KHARTOUM **Handling Restrictions:**

Image Path: ISecure: 1

Legacy Key: link1977/newtext/t1977075/aaaaaebp.tel

Line Count: 62 Litigation Code IDs: Litigation Codes:

Litigation History: Locator: TEXT ON-LINE, ON MICROFILM Message ID: 5100366a-c288-dd11-92da-001cc4696bcc

Office: ACTION NEA

Original Classification: CONFIDENTIAL
Original Handling Restrictions: LIMDIS
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a

Page Count: 2
Previous Channel Indicators: n/a Previous Classification: CONFIDENTIAL Previous Handling Restrictions: LIMDIS Reference: 77 KHARTOUM 2117

Retention: 0

Review Action: RELEASED, APPROVED Review Content Flags: Review Date: 11-Feb-2005 12:00:00 am

Review Event:

Review Exemptions: n/a **Review Media Identifier:** Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

SAS ID: 1839652 Secure: OPEN Status: NATIVE

Subject: ARAB BOYCOTT: KUWAIT FUND DROPS BOYCOTT OBJECTIONS ON SUDANESE PROJECT

TAGS: ETRD, SU, KU, XF, FORD MOTOR CO

To: STATE Type: TE

vdkvgwkey: odbc://SAS/SAS.dbo.SAS_Docs/5100366a-c288-dd11-92da-001cc4696bcc

Review Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009

Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009